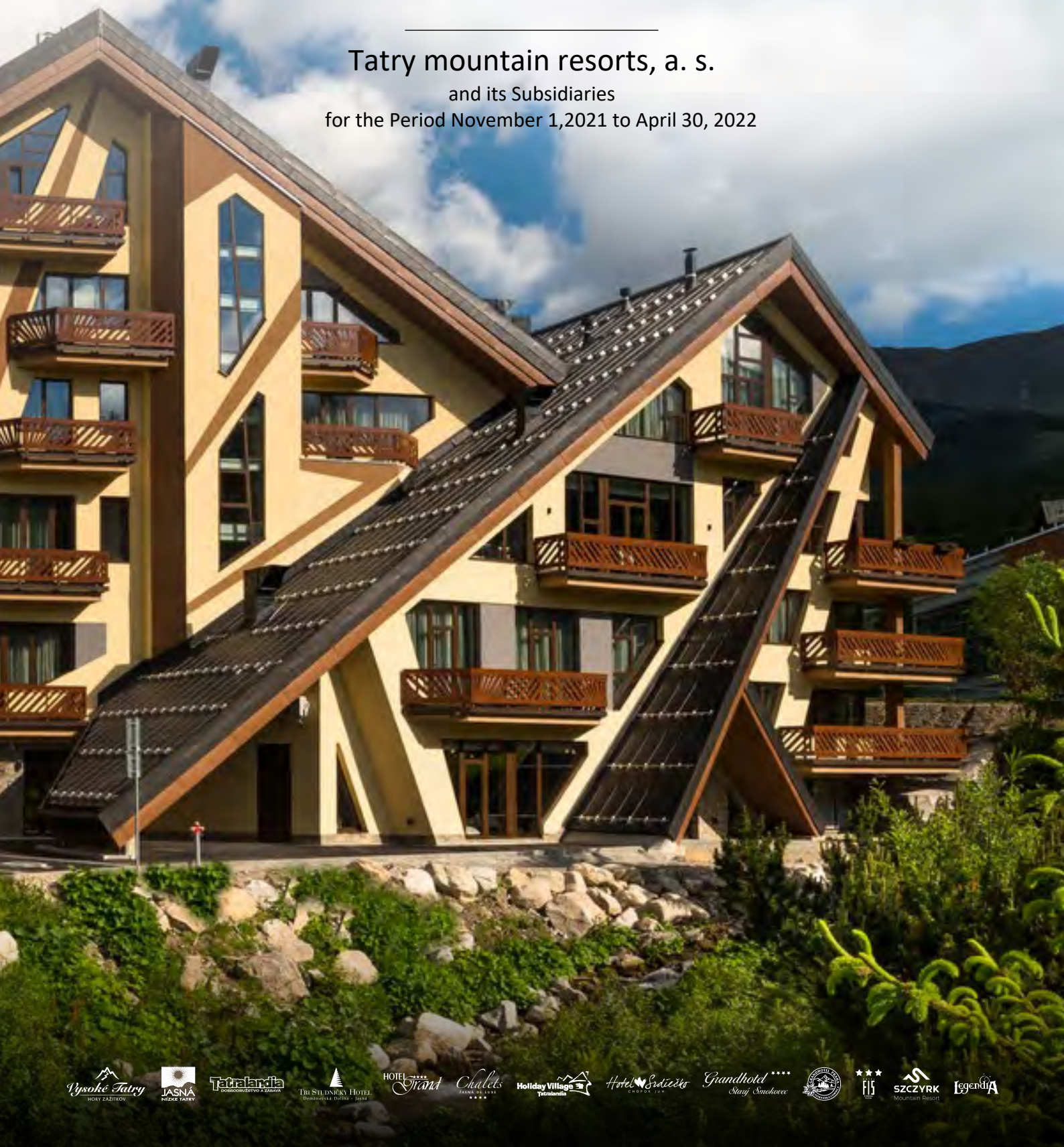




# Half-year Report 2021/2022

Tatry mountain resorts, a. s.  
and its Subsidiaries  
for the Period November 1, 2021 to April 30, 2022





Dear Shareholders,

The results for the first half year are good news compared to the first half of the last fiscal year, when our resorts were affected by epidemiological measures against COVID-19 during most of the winter season. Visitation trends and demand for experience at our resorts in the first half of the year are encouraging and giving us hope that soon will be able to return to the results achieved before the outbreak of the pandemic.

We have had a period that was marked by anti-pandemic measures, especially at the beginning of the winter season. These limited the full-scale operation, especially in our resorts in Slovakia and Austria. On the other hand, the situation was different in Poland and Czech Republic, where the restrictions were minimal and thanks to this our resorts in these countries could operate almost in a standard mode. We recorded the greatest successes in modernized Polish resort Szczyrk, where season lasted up to 114 days. In the neighboring Czech Republic, we recorded significant growth in revenue, which was mainly due to a new product of night skiing on the newly build slope Nová Skalka, which in its first season generated 26% of the total sales of the ski resort Ještěd. Despite the fact season as whole season was affected by the Omicron variant, we achieved the consolidated revenues in the amount of 68.8 million EUR and the Group operating profit before depreciation – EBITDA reached the level of almost 21.1 million EUR.

Our traditional events in the winter were popular again, including the most visited Tatra attraction, Tatra Ice Dome at Hrebienok, which this year was constructed in the style of the Pilgrimage of St. James. In addition to the events, we have prepared several news and advantageous offers for our clients via our e-shop and the GOPASS loyalty program.

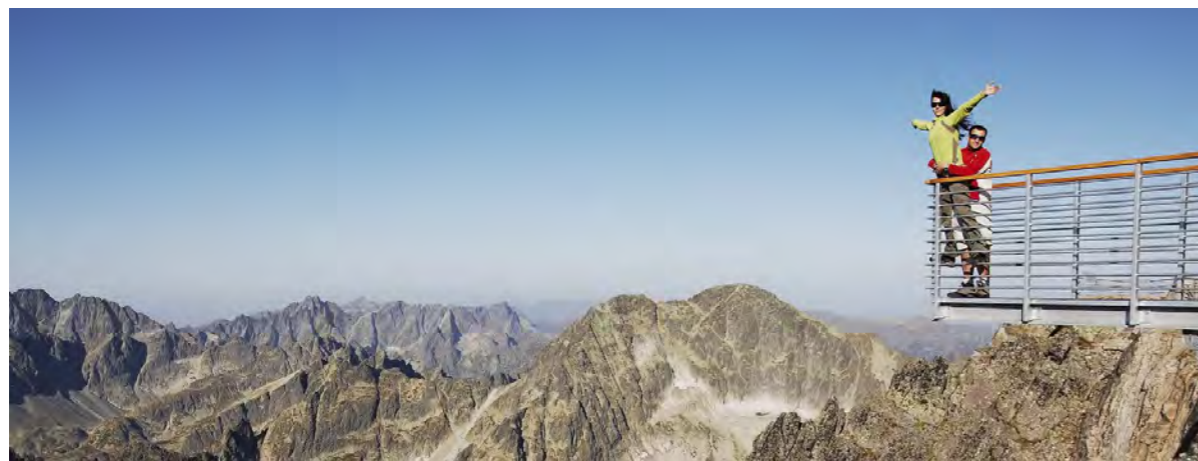
Capital investments of this financial year are already underway. We are focusing mainly on the completion of the new cableway in Jasná, which will connect Biela pút and Priehyba already in the next winter season. Another significant investment is the expansion of snowmaking in Jasná. Other project in Jasná and Tatranská Lomnica are in the environmental impact assessment process, and other projects in Szczyrk are also being resolved.

Regarding the acquisition, TMR through its subsidiary Tatra mountain resorts PL, a.s. acquired a 100% share in the company's EUROCOM Investments, s.r.o. and WORLD EXCO, s.r.o., thus adding water park Bešeňová to the Groups portfolio.

July 29, 2022



**Igor Rattaj**  
Chairman of the Board of Directors



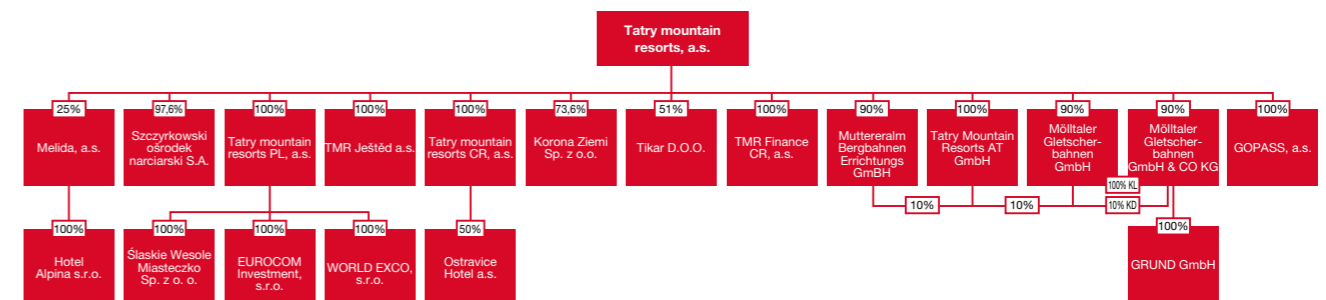
## INTERIM REPORT BY THE BOARD OF DIRECTORS FOR THE PERIOD OF NOVEMBER 1, 2021 TO APRIL 30, 2022

### PROFILE OF TMR

Tatra mountain resorts, a.s. (TMR, the Company) is a joint stock company with its headquarters in Liptovský Mikuláš, registered at the Bratislava Stock Exchange (BSSE), the Prague Stock Exchange (PSE), and the Warsaw Stock Exchange (WSE). TMR with its subsidiaries (the Group) is the biggest entity in tourism in Slovakia with emerging operations in Poland and the Czech Republic. TMR's operations are divided into seven key segments: Mountain Resorts, Leisure Parks, Golf, Dining, Sports Services and Stores, Hotels, and Real Estate. Within Mountain Resorts TMR owns and operates the Vysoké Tatry resort in the High Tatras with the ski areas of Tatranská Lomnica and Starý Smokovec and the ski area of Štrbské Pleso. In the Low Tatras TMR owns and operates the mountain resort Jasná Nízke Tatry. In Czechia the Group leases the ski resort Ještěd and owns a 25% interest in Melida, a.s., which leases and operates the Špindlerův Mlýn ski resort. In the Polish Beskid Mountains TMR owns Szczyrk Mountain Resort (Szczyrk). In Austrian Alps TMR owns and operates The Mölltaler Gletscher, Ankogel Mallnitz and Muttereralm Innsbruck. Leisure Parks include Slovak Aquapark Tatralandia and Legendia – Silesian Amusement Park in Poland and from April 2022 operates water park Bešeňová. Within the Golf segment the Group leases

and operates two prestigious golf resorts in Czechia: Golf & Ski Resort Ostravice a Golf Resort Kaskáda. TMR also provides complete ancillary services in all its resorts, such as dining facilities, ski schools, sports stores, and sports equipment rental and service. In addition, TMR owns or rents and operates a portfolio of attractive hotels in its resorts with the capacity of over 2,300 beds. In the High Tatras it owns and operates Grandhotel Praha\*\*\*\* Tatranská Lomnica, Grandhotel\*\*\*\* Starý Smokovec, Hotel FIS\*\*\*, and Night at Lomnický Peak. In the Low Tatras TMR owns and/or operates the lodging facility Holiday Village Tatralandia in Aquapark Tatralandia, Hotel Grand Jasná\*\*\*\*, Hotel Tri Studničky\*\*\*\*, Hotel Srdiečko\*\*, Chalets Jasná Collection\*\*\*\*, Hotel Rotunda, Hotel Pošta and Hotel SKI. As part of the acquisition water park Bešeňová TMR operates Hotel Bešeňová and Galéria Thermal Bešeňová. In the golf resorts the Group operates Green Inn Hotel and Hotel Kaskáda. In Polish Szczyrk the Group owns Hotel Gronie Ski & Bike. The Real Estate segment is mainly focused on development, construction, and sale of apartments, commercial space, and lease of hotels in TMR's resorts.

### The Group Structure as of 30 April 2022



## SIGNIFICANT EVENTS

### COVID-19

The group from 1 November 2021 until the issue of annual report was exposed to the impact aimed at mitigating the consequences and during the COVID-19 pandemic. At the end of November 2021, epidemiological measures were introduced in Slovakia that restricted the operation of water parks, hotels, and dining facilities. On 17 December 2021, the Company started the ski season, which lasts under strict epidemiological measures until the issue of annual report. On 25 December 2021 hotels, dining facilities and water parks were reopened for accommodated guests. On 19 January 2022 water parks were also opened for public. During the remaining period of winter season, no epidemiological measures were introduced that would limit Group operations. Therefore, it has a positive impact on Group results and the number of visitors.

In Austria, the “Lock Down” was established in November 2021, which was partially lifted on 19 December 2021. During this period the ski resorts were closed. After lifting of epidemiological measures, the ski resorts were opened and began their operation. In Austria, relative strict rules applied to allow foreign guests to enter the country. These measures resulted in the less foreign visitors in Austrian ski resorts.

In Poland, epidemiological measures, which were introduced by government, it did not have a negative impact on the operation of ski resort and amusement park.

In Czech Republic, similarly in Poland, were not such strict epidemiological measures and therefore the season started in standard operation.

The parent company in Slovakia received state aid in the amount of 376,000 euros.

### Investment & Acquisitions

TMR after long term business and marketing cooperation with water park Bešeňová, acquired through its subsidiary Tatry mountain resorts PL, a.s. (TMR PL) entered into share purchase agreements, which resulted into transfer of shares of the EUROCOM Investment, s.r.o. and WORLD EXCO s.r.o. to the company TMR PL. The purchase agreement was signed on 31 March 2022, which transferred the shares to TMR PL, thus water park was added to the TMR portfolio. Water Park Bešeňová is one of the popular water parks in Slovakia. It offers outdoor pools with geothermal water, outdoor and indoor pools and whirlpools with clear heated water, Wellnes & Spa center, Relax center, restaurants, bars, and adrenaline zone, as well as hotel accommodation.

On 1 November 2021, the Company sold part of their business to company GOPASS, a.s.

In Jasná ski resort continues construction of cableway Biela Púť – Priehyba, investment in improving the snowmaking system and reconstruction of chalets in Záhradky. In the neighboring Czech Republic, the investment of the newly built slope “Nová Skalka” was completed.

### General Meeting

The Annual General Meeting (AGM) of TMR was held on May 25, 2022, in Holiday Village Tatralandia in Liptovský Mikuláš.

The shareholders approved the regular separate financial statements as of October 31, 2021 and accepted a proposal to cover the loss for the previous financial year 2020/21 in the amount of EUR 16,904,929.23 so that the entire volume is transferred to the account of unpaid losses of previous periods and also accepted a proposal to cover the loss for the financial year 2019/20 in the amount of 18,429,747.71 so that entire loss is transferred to the account of unpaid losses of previous periods. The company KPMG Slovensko was re-appointed as the TMR auditor. Roman Kudláček was re-elected as a member of the Supervisory Board.

The Board of Directors also informed the shareholders about the changes of shareholder benefits, by cancelling the benefits for shareholders holding from 25 to 499 shares. The benefits for shareholders with 500 or more shares are still in place. For more details on the benefits visit <https://tmr.sk/sk/akcionarsky-klub>.

As part of the business plan for the current financial year the Board of Directors presented a financial plan with annual consolidated revenues of EUR 135,0 mil. Earnings before interest, taxes, depreciation and amortization (EBITDA) are planned for EUR 31,5 mil. For more details on TMR’s General Meeting visit <http://tmr.sk/pre-investorov/zakonne-zverejnenia/valne-zhromadenia/>.



## REVENUES AND INCOME

### Revenues

The Group (Tatry mountain resorts, a.s. and subsidiaries) consolidated sales for the period of six months ended 30 April 2022 amounted to EUR 68.721 mil. (14.470), which yields a 375% increase when comparing the same period of the prior financial year. The total consolidated Group revenues increased by 311% year-over-year to EUR 68.835 mil. (15.965).

### Key Performance Indicators (KPIs)

Despite to the restricted operations of the resorts in connection with the COVID-19 pandemic, key performance indicators in individual segments recorded significant growths. The number of skier days in Mountain Resorts was 571% higher yoy and reached the level of 2.023 mil. (0.301) skier days. The average revenue per visitor in Mountain Resorts increased by 106% to EUR 18.95 (EUR 9.2). The Szczyrk resort reported above average KPIs as both the visit rate and season lasted 114 days. Visit rate and average revenue include for the first time the winter season of the Austrian Muttleralm resorts under the management of TMR.

Leisure Parks recorded an almost 100% rise in the number of visitors, as this segment has been hit the worst by the pandemic. In absolute terms, in the first half of the fiscal year, Leisure parks had 423 ths. visitors (366). It also includes visitors from water park Bešeňová for the period of month April.

As for ancillary services, in the dining facilities on the slopes, and in the leisure parks the average client spending was 18,6% higher than last year at EUR 3.79 (3.20). Sports Services & Stores reported a 43% lower spending per visitor at EUR 1.62 (2.81).

The average occupancy of the hotel portfolio

Key Operating Results (unaudited)	Revenues			EBITDA			EBITDA margin		
	1H 2021/22	1H 2020/21	Change yoy (%)	1H 2021/22	1H 2020/21	Change yoy (%)	1H 2021/22	1H 2020/21	Change yoy (p.p.)
Mountain Resorts	36 486	8 321	338,5%	13 799	-4 492	407,2%	37,8%	-54,0%	91,8%
Leisure Parks	3 972	241	1547,5%	1 264	-942	234,2%	31,8%	-390,7%	422,5%
Golf	341	214	59,3%	77	-50	253,5%	22,5%	-23,4%	45,9%
Dining	9 045	1 076	740,8%	1 278	-1 252	202,1%	14,1%	-116,3%	130,5%
Sports Services & Stores	3 110	876	255,0%	745	-680	209,6%	23,9%	-77,6%	101,5%
Hotels	15 145	2 455	517,0%	1 695	-1 686	200,6%	11,2%	-68,7%	79,9%
Real Estate	735	2 782	-73,6%	2 212	821	169,5%	301,0%	29,5%	271,5%
<b>Total</b>	<b>68 835</b>	<b>15 965</b>	<b>331,2%</b>	<b>21 069</b>	<b>-8 280</b>	<b>354,5%</b>	<b>30,6%</b>	<b>-51,9%</b>	<b>82,5%</b>

1. The visit rate in Mountain Resorts in the winter season is measured in terms of skier days sold, i.e. the number of persons that visited a mountain resort during any part of the day or night for the purpose of skiing, snowboarding, or other downhill slide. E.g., a 4-day ticket means four skier days in Mountain Resorts.

Operating profit (EBIT) increased by 193.7% year-over-year to EUR 20.430 mil. (-21.805), whereas depreciation and amortization grew by 2.1% to EUR 10.987 mil. Depreciation of right-of-use of leased assets was reported in the amount of EUR -2.814 mil. (-2.762). The Group reported a gain on bargain purchase of the 100% interest in the EUROCOM Investment, s.r.o. a WORLD EXCO, s.r.o. Company in the total of EUR 13.162 mil., which impacted EBIT current year.

#### Net Profit

TMR's consolidated net profit reached EUR 5.612

Selected Consolidated Unaudited Results (IFRS)		
in €'000	1H 2021/22	1H 2020/21
Operating Profit (EBIT)	68 721	14 470
Depreciation and amortization	114	1 495
<b>Operating Profit</b>	<b>68 835</b>	<b>15 965</b>
Gain on bargain purchase	-8 802	-5 076
Other non-current Assets	-41 389	-19 019
Other non-current Liabilities	2 425	-150
<b>Profit before tax</b>	<b>21 069</b>	<b>-8 280</b>
Income Tax (current)	30,6%	-51,9%
Income Tax (deferred)	-10 987	-10 763
<b>Profit after tax</b>	<b>-2 814</b>	<b>-2 762</b>
Gain on bargain purchase	13 162	0
<b>Net Profit</b>	<b>20 430</b>	<b>-21 805</b>
Other non-current Assets	49	94
Other non-current Liabilities	-10 883	-9 721
Gain on bargain purchase	-3 991	1 190
Other non-current Liabilities	290	-663
<b>Pre-tax Income</b>	<b>5 895</b>	<b>-30 905</b>
Income Tax (current)	-64	-5
Income Tax (deferred)	-219	-4 855
<b>Net Profit</b>	<b>5 612</b>	<b>-35 765</b>
<b>Total Comprehensive Income</b>	<b>4 238</b>	<b>-35 920</b>
<b>EPS (€)</b>	<b>0,889</b>	<b>-5,306</b>

(net loss of -35.765). Interest expense incurred from the bonds issued and from drawing of bank loans increased by 12% year-over-year at EUR 10.883 mil. (9.721). The Group also reported a loss from financial operations, net in the amount of EUR -3.991 mil. (1.190). The share of the profit of the investment in the Melida, a.s. Company amounted to EUR 290 ths. (loss of -663 ths). Income tax for the period was reported at EUR 283 ths. (-4.860 mil.). Total comprehensive income after currency translation differences and gain on cash flow hedging reached EUR 4.238 mil. (-35.920). Earnings per share amounted to EUR 0.889 (-5.306).

## FINANCIAL POSITION

As at the end of the first half-year 2021/22 the value of current liquid funds (Cash and cash equivalents) totaled EUR 13.378 mil. as opposed to EUR 15.553 mil. at the end of the previous FY 2020/21.

The total amount of the Company's loans and borrowings for the last six-month period increased to EUR 381.163 mil. as opposed to EUR 368.431 mil. at the FY end.

The accounting value of total assets increased since the FY end by EUR 16.2 mil. to EUR 572.937 mil. Current assets dropped by 10.4 mil. to EUR 31.553 mil. (EUR 41.971 mil. as of 31 October 2021). Fixed assets decreased since the FY end by EUR 24.2 mil. to EUR 483.888 mil. Equity increased mainly as a result of the profits for the period.

Financial Position in €'000	April 30	October 31
	2022	2021
Total Assets	572 937	556 761
Non-current Assets	541 384	514 790
Fixed Assets	483 888	459 657
Other non-current Assets	57 496	55 133
Current Assets	31 553	41 971
Liquid Assets	13 378	15 553
Equity	49 361	45 123
Liabilities	523 576	511 638
Non-Current Liabilities	413 946	435 448
Current Liabilities	109 630	76 190
Total Debt	381 163	368 431

## CASH FLOW

Cash flow generated from operating activities for the given half-year period amounted to EUR 21.485 mil. (-5.522). Cash flow from investing activities was reported in the amount of EUR -14.711 mil. (-7.314), out of which capital expenditures added up to

EUR -6.693 mil. (-5.047). Cash flow from financing activities reached EUR -8.949 mil. (12.171), out of which new loans and borrowings amounted to EUR 27.007 mil (29.045).

Cash Flow in €'000	November 1 - April 30	
	2021/22	2020/21
Cash Flow from Operating Activities	21 485	-5 522
Cash Flow from Investing Activities	-14 711	-7 314
Cash Flow from Financing Activities	-8 949	12 171
Net Increase in Cash and Cash Equivalents	-2 175	-665



## OUTLOOK TILL THE END OF FY 2021/22

By the end of FY 2021/22 the Board of Directors expects to achieve consolidated revenues in amount of EUR 135,0 mil., while earnings before interest, depreciation and amortization (EBITDA) is planned at EUR 31,5 mil. After completion of the winter season, which was initially affected by measures against the spread of COVID-19, the Board of Directors believes the financial targets are achievable. TMR's results till the end of FY 2021/22, i.e., till October 31, 2022, will be impacted by the summer season in the mountain resorts, leisure parks, golf segment, in hotel, in real estate projects as well as in ancillary services. Until then, management assumes sufficient resources related to the financial liquidity will be available.

## OTHER FINANCIAL INFORMATION

### AFTER BALANCE SHEET PERIOD ITEMS

On 9 May 2022, the Group paid out a coupon from the TMR IV bond in the amount of CZK 1,347 thousand. EUR (33,750 thousand CZK).

On 22 June 2022, the company Internation TMR services s.r.o. was founded.

On 1 July 2022, the Group acquired 100% share in the company GOPASS SE.

### Key Risk Factors and Uncertainties

The Company results mainly depend on visit rate of the TMR resorts. The visit rate depends on several factors, out of which some can, and others cannot be controlled by Management. The vacation choices of TMR's clients also depend on the business cycle of the economy and the level of their discretionary income. The Group conducts its business operations in Slovakia, Poland, Austria, and the Czech Republic.

Following the outbreak of the COVID-19, we witnessed an unprecedented global economic slowdown in 2020, which affected the tourism sector in 2021 but also at the beginning of 2022. The International Tourism Organization (UNWTO) in his report indicates that international tourism continued to recover from the COVID-19 crisis at a strong pace in January-March 2022. Destinations welcomed almost three times as many international tourist arrivals (overnight visitors) as in the same period of 2021, with Europe leading the rebound. Despite the strong rebound experienced in Q1 2022, international tourism remained 61% below 2019 levels. The gradual recovery of international tourism is expected to continue throughout

2022, as more destinations ease or lift restrictions. The latest UNWTO Confidence Index survey indicates that 81% of tourism professionals see better prospects for 2022 and that a higher number of experts (48%) now see a potential return of international arrivals to 2019 levels in 2023.

Other than that, the war in Ukraine has triggered a costly humanitarian crisis that demands a peaceful resolution. According to the International Monetary Fund (IMF), economic damage from the conflict will contribute to a significant slowdown in global growth in 2022 and add to inflation. Fuel and food prices have risen rapidly, which has a negative impact on TMR's costs. Global growth is projected to slow from an estimated 6.1% in 2021 to 3.6% in 2022 and 2023. This is 0.8 and 0.2 percentage points lower for 2022 and 2023 than projected in January. Beyond 2023, global growth is forecast to decline to about 3.3% over the medium term. War-induced commodity price increases and broadening price pressures have led to 2022 inflation projections of 5.7 percent in advanced economies and 8.7 percent in emerging market and developing economies — 1.8 and 2.8 percentage points higher than projected last January.

Except for the pandemic and war in Ukraine, weather also impacts TMR operations into an extent. Weather unfavorable for summer tourist activities may negatively impact cableway sales in the mountain resorts till the end of the financial year. An unfavorable summer weather may also negatively impact the visit rate in the Polish Legendia, and thus also the return on investments from the park's modernization project. In Aquapark Tatralandia and Water Park Bešeňová this risk is eliminated thanks to thermal springs in outdoor pools.

In the Mountain Resorts segment TMR faces competition from local ski resort operators in the oligopolistic market in Slovakia, Poland, and the Czech Republic, where it is a leader in terms of size and range of services. In Austria, Mölltaler Gletscher is one of eight glacier ski resorts, and within all resorts in Austria as well as within Europe TMR competes on a monopolistic market with a large number of competitors, which means a wide offer range for visitors. TMR utilizes its high-quality services, reasonable prices in comparing to alpine resorts, patriotism, and locality with the goal of attracting visitors. Moreover, TMR capitalizes on its competitive advantage of natural monopoly in terms of the strategic location of its Slovak resorts in the highest mountain range in the region to the East and North. On the Czech market TMR is only launching summer operations, and in services it also faces multiple competitors, like in Polish Szczyrk.



In Leisure Parks TMR is also among the top two players in the local market, as well as in the Polish market, although visitation of leisure parks also depends on the travel distance for the given visitor. The Company's profitability also depends on the occupancy rate of its own and managed hotels and lodging facilities in the resorts. TMR works to improve key performance indicators in hotels – average daily rate (ADR) and occupancy – by constantly increasing the hotels' quality through renovations, services expansion, and organizing marketing events.

In the Golf segment the golf resorts leased by TMR belong among the top 10 resorts in Czechia where competition is strong.

In the Real Estate segment revenues depend on sale and/or lease of residences, lodging facilities, and commercial space in TMR's real estate projects. Further growth of the segment in sale and/or lease of land, residences and commercial space depends on the situation on the real estate market in the Tatra region.

Management utilizes a well-defined marketing strategy to manage the abovementioned risks. As for the main financial risks, due to the acquisitions of subsidiaries in Poland and Czechia, the Group mostly faces a foreign exchange risk of the Polish zloty and the Czech crown against euro. Management regularly monitors the difference between liabilities and accounts receivable denominated in a foreign currency. Secondly, the Group revenues are impacted by volatility of exchange rates in relation to euro since majority of TMR's foreign clients in the Slovak resorts come from countries outside the Eurozone - the Czech Republic, Poland, Ukraine, etc. The Group has a significant open position vis-à-vis the Czech crown in issued bonds, denominated in Czech crowns. The Group has decided to hedge its currency position against

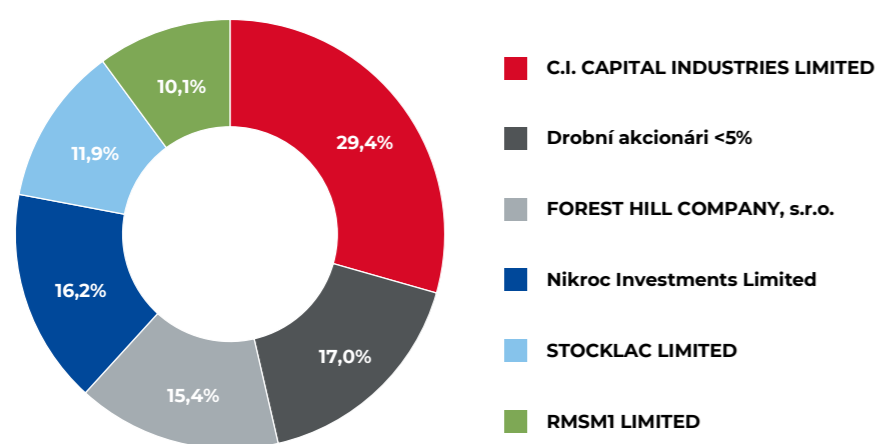
fluctuations in the Czech crown for this particular debt instrument using a currency swap. Variable interest rates on bank loans may negatively impact the level of interest expense in case of increase in EURIBOR as of the pay date, based on which these interest rates are set.

The level of debt may cause TMR difficulties in obtaining other external financing in the future to finance future investments into its resorts or acquisitions. The ability to repay liabilities from the bonds also significantly increases liquidity risk. Management plans to repay the issued bonds in the future with new bond issues.

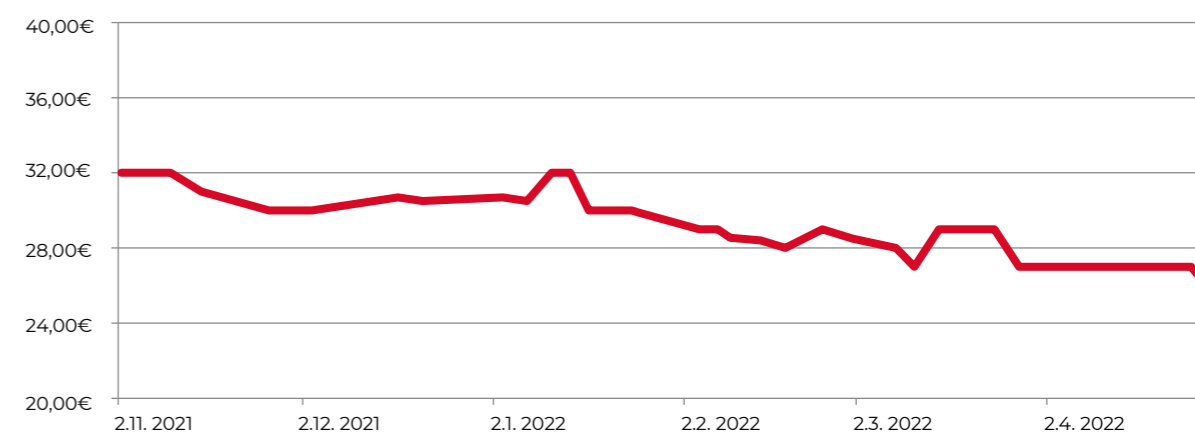
The projects of modernization of the leisure park Legendia and the resorts Szczyrk, Ještěd, Mölltaler Gletscher, Ankogel and Muttereralp, as well as further development of the Slovak resorts have required and, in the future, will still require massive capital investments that lead to a higher level of debt and liquidity risk of the Group.

For more information regarding risks refer to Risk Factors and Risk Management and Note 36 of Consolidated Financial Statements in the Annual Report 2020/21, available at [www.tmr.sk](http://www.tmr.sk).

Shareholder Structure as of 30.04.2022



#### TMR STOCK PERFORMANCE



Closing Price of TMR Stock	BSSE (EUR)	WSE (PLN)	PSE (CZK)
30.4.2022	26.00	192	640
30.4.2021	32.00	150	930

#### Used Abbreviations and Explanations

**( )** - the numbers in brackets represent values for the same period previous year compared to the current data on the year-over-year basis in the same units

mil. - millions

p.p. – percentage points

**1H** - First half of TMR's financial year, the period from 1 November till 30 April

PSE – the Prague Stock Exchange

**ADR** - Average daily rate per room

**Skier days** – the measure of visit rate in the mountain resorts of TMR in the winter season, counting the number of persons that visited a mountain resort during any part of the day or night for skiing, snowboarding, or other kind of downhill ride. E.g., a 4-day ski pass sold means four skier days.

**AGM** – Annual General Meeting

**BSSE** – the Bratislava Stock Exchange

**EBITDA** – Earnings before interest, taxes, depreciation and amortization; the key financial performance indicator of TMR

**SPV** – Special purpose vehicle company

ths. - thousands

**EBRD** – European Bank for Reconstruction and Development

**FY** – Financial year of TMR, the period from November 1 to October 31

**WSE** – the Warsaw Stock Exchange

**Yoy** – year-over-year

**GDP** – Gross Domestic Product

**KPIs** – Key performance indicators. In Mountains & Leisure KPIs include: visit rate and average revenue per visitor for the given period. In Hotels they include: occupancy and average daily rate per room (ADR).







**Tatry mountain resorts, a.s.,  
Subsidiaries, Joint Ventures and Associates**

**Condensed Interim Consolidated Financial Statements  
for the period from 1 November 2021 to 30 April 2022**

**prepared in accordance  
with the International Financial Reporting Standards (“IFRS”)  
in the wording adopted by the EU**

**Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates**

**Consolidated Statement of Profit and Loss and Other Comprehensive Income**

<i>in TEUR</i>	<b>1.11.2021 - 30.4.2022</b>	<b>1.11.2020 - 30.4.2021</b>
Sales	68,721	14,470
Other operating revenue	114	1,495
<b>Total Revenue</b>	<b>68,835</b>	<b>15,965</b>
Material and goods consumption	-8,802	-5,076
Purchased services	-21,384	-11,130
Personal cost	-19,191	-7,520
Other operating cost	-814	-369
Gain on sale of assets	2,060	73
Creation and reversal of value adjustments	365	-223
<b>Profit before interest, taxes, depreciation and amortization (EBITDA)*</b>	<b>21,069</b>	<b>-8,280</b>
Depreciation and amortization	-10,987	-10,763
Depreciation of right-of-use of leased assets	-2,814	-2,762
Gain on bargain purchase	13,162	0
<b>Profit before interest, taxes (EBIT)</b>	<b>20,430</b>	<b>-21,805</b>
Interest income calculated using effective interest rate	49	94
Financing cost	-10,883	-9,721
Net profit / (loss) on financial instruments	-3,991	1,190
Share of the profit or loss of investments in joint ventures and associates accounted for using the equity method	290	-663
<b>Profit / (loss) before tax</b>	<b>5,895</b>	<b>-30,905</b>
Income tax	-64	-5
Deferred income tax	-219	-4,855
<b>Profit / (loss)</b>	<b>5,612</b>	<b>-35,765</b>
Attributable to:		
- Holders of interest in the parent company's equity	5,962	-35,586
- Non-controlling interest	-350	-179



## Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates

**Other components of the comprehensive income**

Other comprehensive income that may be reclassified to profit or loss in subsequent periods (net of tax):

Net gain/(loss) on cash flow hedges	-1,899	-698
Foreign currency translation reserve	525	543
<b>Total comprehensive income / (expense)</b>	<b>4,238</b>	<b>-35,920</b>

<b>Total comprehensive income / (expense)</b>	<b>4,238</b>	<b>-35,920</b>
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Attributable to:

- Holders of interest in the parent company's equity	4,586	-35,746
- Non-controlling interest	-348	-174

<b>Earnings per share (in EUR)</b>	<b>0.889</b>	<b>-5.306</b>
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<b>Number of shares</b>	<b>6,707,198</b>	<b>6,707,198</b>
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\*EBITDA represents a profit from recurring Company activities before taxes, interest, amortization and depreciation, adjusted to other income and expenses, which are listed under EBITDA, in particular profit / (loss) from financial operations representing foreign exchange gains / (losses). The EBITDA indicator adjusted in this way is used by the Company's management to manage the Company's performance as well as individual CGUs (cash-generating units).

The notes presented on page 7 form an integral part of the Condensed Interim Consolidated Financial Statements.

## Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates

**Consolidated Statement of Financial Position**

<i>in TEUR</i>	30.4.2022	31.10.2021
<b>Assets</b>		
Goodwill and intangible assets	36,365	35,851
Property, plant and equipment	407,352	380,408
Right-of-use of leased assets	68,219	70,932
Investment property	8,317	8,317
Investment in an associate and a joint venture	14,710	13,750
Loans provided	1,025	979
Other receivables	1,542	646
Other assets	0	0
Deferred tax asset	3,854	3,907
<b>Total non-current assets</b>	<b>541,384</b>	<b>514,790</b>
Inventory	3,693	4,094
Trade receivables	3,516	6,796
Loans provided	1,146	1,118
Other receivables	1,532	7,117
Financial investments	41	40
Cash and cash equivalents	13,378	15,553
Other assets	8,247	7,253
<b>Total current assets</b>	<b>31,553</b>	<b>41,971</b>
<b>Assets total</b>	<b>572,937</b>	<b>556,761</b>
<b>Equity</b>		
Capital	46,950	46,950
Share premium	30,430	30,430
Profit / (loss) for the period	5,962	-45,717
Retained earnings and other funds	-34,861	12,755
Foreign currency translation reserve	1,670	1,147
<b>Total equity attributable to holders of interest in the parent company's equity</b>	<b>50,151</b>	<b>45,565</b>
Non-controlling interest	-790	-442
<b>Total equity</b>	<b>49,361</b>	<b>45,123</b>
<b>Liabilities</b>		
Loans and borrowings	114,034	78,994
Lease liabilities	58,343	57,407
Trade payables	2,594	2,458
Provisions	20	20
Other non-current liabilities	13,042	14,778
Bonds issued	196,835	254,428
Deferred tax liability	29,078	27,363
<b>Total non-current liabilities</b>	<b>413,946</b>	<b>435,448</b>
Loans and borrowings	6,449	28,632
Lease liabilities	6,205	8,747
Trade payables	9,361	12,306
Provisions	1,331	2,304
Vydané dlhopisy	63,845	6,377
Ostatné krátkodobé záväzky	22,439	17,824
<b>Total current liabilities</b>	<b>109,630</b>	<b>76,190</b>
<b>Total Liabilities</b>	<b>523,576</b>	<b>511,638</b>
<b>Total equity and liabilities</b>	<b>572,937</b>	<b>556,761</b>

The notes presented on page 7 form an integral part of the Condensed Interim Consolidated Financial Statements.



## Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates

## Consolidated Statement of Changes in Equity

<i>in TEUR</i>	Capital	Share premium	Legal reserve fund	Fair value revaluation reserve	Hedging revaluation reserve	Foreign currency translation reserve	Retained earnings	Equity attributable to holder of interest in the parent company's equity	Non-controlling interest	Total
<b>Balance as at 1 November 2021</b>	46,950	30,430	7,021	184	-1,499	1,147	-38,668	45,565	-442	45,123
Profit / (loss) for the period	-	-	-	-	-	-	5,962	5,962	-350	5,612
<b>Other components of comprehensive income, after tax</b>										
- items with possible subsequent reclassification into profit/(loss):										
Cash Flow hedge	-	-	-	-	-1,899	-	-	-1,899	-	-1,899
Foreign currency translation reserve	-	-	-	-	-	523	-	523	2	525
<b>Total comprehensive income for the period</b>	-	-	-	-	-1,899	523	5,962	4,586	-348	4,238
<b>Transactions with owners posted directly into equity</b>										
<b>Total transactions during the year</b>	-	-	-	-	-	-	-	-	-	-
<b>Balance as at 30 April 2022</b>	46,950	30,430	7,021	184	-3,398	1,670	-32,706	50,151	-790	49,361

## Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates

## Consolidated Statement of Changes in Equity (continued)

<i>in TEUR</i>	Capital	Share premium	Legal reserve fund	Fair value revaluation reserve	Hedging revaluation reserve	Foreign currency translation reserve	Retained earnings	Equity attributable to holders of interest in the parent company's equity	Non-controlling interest	Total
<b>Balance as at 1 November 2020</b>	46,950	30,430	7,021	184	450	80	7,049	92,164	-278	91,886
Profit / (loss) for the period	-	-	-	-	-	-	-45,717	-45,717	-159	-45,876
<b>Other components of comprehensive income, after tax</b>										
- items with possible subsequent reclassification into profit/(loss):										
Cash Flow hedge	-	-	-	-	-1,949	-	-	-1,949	-	-1,949
Foreign currency translation reserve	-	-	-	-	-	1,067	-	1,067	-5	1,062
<b>Total comprehensive income for the period</b>	-	-	-	-	-1,949	1,067	-45,717	-46,599	-164	-46,763
<b>Transactions with owners posted directly into equity</b>										
<b>Total transactions during the year</b>	-	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 October 2021</b>	46,950	30,430	7,021	184	-1,499	1,147	-38,668	45,565	-442	45,123

The notes presented on page 7 form an integral part of the Condensed Interim Consolidated Financial Statements.



## Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates

## Consolidated Cash Flow Statement

<i>in TEUR</i>	1.11.2021 - 30.4.2022	1.11.2020 - 30.4.2021
<b>OPERATING ACTIVITIES</b>		
Profit	5,612	-35,765
Adjustments related to:		
Gain on disposal of PPE and intangible assets	-2,060	-73
Depreciation and amortisation	10,987	10,763
Depreciation of right-of-use of leased assets	2,814	2,762
Net (gain)/loss on financial instruments (non-cash)	3,991	-1,190
Net interest (income)/expenses	10,834	9,627
Gain on bargain purchase	-13,162	-
Share of the profit or loss of investments in joint ventures and associates accounted for using the equity method	-290	663
Change in provisions	-1,016	48
Income tax	-155	4,860
Change in bad debt provisions	-365	223
Change in trade receivables, other receivables and other assets	8,425	3,225
Change in inventories	418	906
Change in trade payables and other liabilities	-4,548	-1,568
Cash flow from operating activities before income tax	<b>21,485</b>	<b>-5,519</b>
Income tax paid	-	-3
Cash flow from operating activities	<b>21,485</b>	<b>-5,522</b>
<b>INVESTMENT ACTIVITIES</b>		
Acquisition of property, plant and equipment and intangible assets	-6,693	-5,047
Proceeds from disposal of PPE and intangible assets	5,189	1,131
Cash paid in business combinations, net of cash received	-13,219	-
Advances for subsidiary acquisition	-	-3,250
Loans provided	-246	-159
Repayment of loans provided	250	11
Interest received	9	-
Cash flow used by investing activities	<b>-14,711</b>	<b>-7,314</b>
<b>FINANCIAL ACTIVITIES</b>		
Repayment of lease liabilities	-1,992	-1,952
Repayment of received loans and borrowings	-19,349	-1,705
New loans and borrowings received	27,007	29,045
Bonds Issued, netto	-	110,038
Repayment of bonds	-	-110,133
Interest paid	-14,615	-13,122
Cash flow from financing activities	<b>-8,949</b>	<b>12,171</b>
Net increase of cash and cash equivalents	-2,175	-665
Cash and cash equivalents at the beginning of the year	15,553	7,161
<b>Cash and cash equivalents at end of the year</b>	<b>13,378</b>	<b>6,496</b>

The notes presented on page 7 form an integral part of the Condensed Interim Consolidated Financial Statements.

## Tatry mountain resorts, a.s., Subsidiaries, Joint Ventures and Associates

## Selected notes to the Condensed Interim Consolidated Financial Statements

## 1. Investments

In the period from 1 November 2021 to 30 April 2022, the Group continued the construction of the "Biela Pút- Priehyba" cableway, invested in the improvement of the snowmaking system in the Jasna resort and invested in the reconstruction of chalets in the area "Záhradky".

The Group continues the realization in the investment project "Nová Skalka" in the ski centre Ještěd in the Czech Republic with primary investments into snow machinery, lighting and ski slope equipment.

## 2. Business combinations

On 31 March 2022, the Group acquired 100% stake and control in WORLD EXCO s.r.o.. The acquired company operates congress center in Bešeňová.

The total value of the acquired assets for WORLD EXCO s.r.o. was reassessed to the fair value of EUR 3,095 thousand and the total value of liabilities to EUR 1,526 thousand as at the acquisition date. The transaction resulted in a bargain purchase gain of EUR 1,549 thousand.

On 31 March 2022, the Group acquired 100% stake and control in EUROCOM Investment, s.r.o.. The acquired company operates aquapark Bešeňová, Hotel Galeria Thermal and Hotel Bešeňová.

The total value of the acquired assets for EUROCOM Investment, s.r.o. was reassessed to the fair value of EUR 45,423 thousand and the value of liabilities to EUR 17,422 thousand as at the acquisition date. The transaction resulted in a bargain purchase gain of EUR 11,612 thousand.

## 3. Subsequent events

On 9 May 2022, the Group repaid the coupon from bonds TMR IV in the total value of EUR 1,347 thousand (CZK 33,750 thousand).

On 22 June 2022, for the purposes of providing services within the TMR Group, International TMR services s.r.o. was founded with a registered capital of CZK 200 thousand, of which the Group became a 100% owner.

On 1 July 2022, the Group acquired a 100% stake in the European company GOPASS SE in total amount of CZK 2,924 thousand, which will be used for purpose of expansion on the European market.

In the opinion of the Group's management, there is corresponding support of the assertion that the Group will have sufficient resources to continue in its operations for at least 12 months from the date of the interim financial statements. The Group's management has concluded that the range of possible outcomes under consideration does not cause significant uncertainties related to events or conditions that could cast serious doubt on the Group's ability to continue as a going concern.

			
Igor Rattaj Chairman of the Board of Directors	Jozef Hodek Member Board of Directors	Marian Klas Financial Director	Marián Vojtko Person in charge of accounting







**Tatry mountain resorts, a.s.**  
**Condensed Interim Individual Financial Statements**  
**for the period from 1 November 2021 to 30 April 2022**  
 prepared in accordance  
 with the International Financial Reporting Standards (“IFRS”)  
 in the wording adopted by the EU

**Tatry mountain resorts, a.s.****Separate Statement of Profit and Loss and Other Comprehensive Income**

<i>in TEUR</i>	<b>1.11.2021 - 30.4.2022</b>	<b>1.11.2020 - 30.4.2021</b>
Sales	47,174	9,591
Other operating revenue	1,150	25
<b>Total revenue</b>	<b>48,324</b>	<b>9,616</b>
Material and goods consumption	-6,899	-4,555
Purchased services	-16,031	-8,293
Personal cost	-13,196	-5,439
Other operating cost	-461	-232
Gain on sale of assets	3,374	63
<b>Profit before interest, taxes, depreciation and amortization (EBITDA)*</b>	<b>15,111</b>	<b>-8,840</b>
Depreciation and amortization	-6,706	-7,604
Depreciation of right-of-use of leased assets	-1,829	-1,753
<b>Profit before interest, taxes (EBIT)</b>	<b>6,576</b>	<b>-18,197</b>
Interest income calculated using effective interest rate	3,547	3,384
Financing cost	-9,095	-8,422
Net profit / (loss) on financial instruments	-372	632
<b>Profit / (loss) before tax</b>	<b>656</b>	<b>-22,603</b>
Income tax	0	-3
Deferred income tax	77	-189
<b>Profit / (loss)</b>	<b>733</b>	<b>-22,795</b>
<b>Other comprehensive income</b>		
<i>Other comprehensive income that may be reclassified to profit or loss in subsequent periods (net of tax):</i>		
Net gain/(loss) on cash flow hedges	- 1,899	-697
<b>Total comprehensive income</b>	<b>-1,166</b>	<b>-23,492</b>
<b>Profit per share (in EUR)</b>	<b>0.109</b>	<b>-3.399</b>
<b>Number of shares</b>	<b>6,707,198</b>	<b>6,707,198</b>

\*EBITDA represents a profit from recurring Company activities before taxes, interest, amortization and depreciation, adjusted to other income and expenses, which are listed under EBITDA, in particular profit / (loss) from financial operations representing foreign exchange gains / (losses). The EBITDA indicator adjusted in this way is used by the Company's management to manage the Company's performance as well as individual CGUs (cash-generating units).

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.



## Tatry mountain resorts, a.s.

## Separate Statement of Financial Position

<i>in TEUR</i>	30.4.2022	31.10.2021
<b>Assets</b>		
Goodwill and intangible assets	33,844	33,933
Property, plant and equipment	235,130	237,766
Right-of-use of leased assets	35,651	36,928
Investment property	8,317	8,317
Investments in an associate and a joint venture Loans provided	7,118	7,118
	22,964	11,137
Other receivables	1,221	308
Investments in subsidiaries	12,649	11,574
<b>Total non-current assets</b>	<b>356,894</b>	<b>347,081</b>
Inventory	2,223	2,662
Trade receivables	1,078	3,198
Asset held for sale	0	948
Loans provided	110,883	81,539
Other receivables	1,089	6,819
Financial investments	36	36
Cash and cash equivalents	5,696	10,194
Other assets	39,440	46,139
<b>Total current assets</b>	<b>160,445</b>	<b>151,535</b>
<b>Assets total</b>	<b>517,339</b>	<b>498,616</b>
<b>Equity</b>		
Capital	46,950	46,950
Share premium	30,430	30,430
Profit for the period	733	-16,905
Retained earnings and other funds	9,456	28,260
<b>Total equity</b>	<b>87,569</b>	<b>88,735</b>
<b>Liabilities</b>		
Loans and borrowings	87,266	106,561
Lease liabilities	31,330	29,551
Trade payables	181	181
Provisions	20	20
Other non-current liabilities	850	819
Bonds issued	196,835	196,330
Deferred tax liability	14,555	15,137
<b>Total non-current liabilities</b>	<b>331,037</b>	<b>348,599</b>
Loans and borrowings	69,842	25,847
Lease liabilities	5,130	7,669
Trade payables	7,028	8,847
Provisions	521	540
Bonds issued	1,721	5,108
Other current liabilities	14,491	12,411
Liabilities directly associated with the Asset held for sale	0	860
<b>Total current liabilities</b>	<b>98,733</b>	<b>61,282</b>
<b>Total liabilities</b>	<b>429,770</b>	<b>409,881</b>
<b>Total equity and liabilities</b>	<b>517,339</b>	<b>498,616</b>

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.

## Tatry mountain resorts, a.s.

## Separate Statement of Changes in Equity

<i>in TEUR</i>	Capital	Share premium	Legal reserve fund	Fair value revaluation reserve	Hedging revaluation reserve	Retained earnings	Total
<b>Balance as at 1 November 2021</b>	46,950	30,430	7,018	180	-1,499	5,656	88,735
Profit / (loss) for the period	-	-	-	-	-	733	733
<b>Other components of comprehensive income, after tax</b>							
- items with possible subsequent reclassification into profit/(loss):							
Cash Flow hedge	-	-	-	-	-1,899	-	-1,899
<b>Total comprehensive income for the period</b>	-	-	-	-	-1,899	733	-1,166
<b>Transactions with owners posted directly into equity</b>							
<b>Total transactions during the year</b>							
<b>Balance as at 30 April 2022</b>	46,950	30,430	7,018	180	-3,398	6,389	87,569

## Tatry mountain resorts, a.s.

## Separate Statement of Changes in Equity (continued)

<i>in TEUR</i>	Capital	Share premium	Legal reserve fund	Fair value revaluation reserve	Hedging revaluation reserve	Retained earnings	Total
<b>Balance as at 1 November 2020</b>	46,950	30,430	7,018	180	450	23,057	108,085
Profit / (loss) for the period	-	-	-	-	-	-16,905	-16,905
<b>Other components of comprehensive income, after tax</b> - items with possible subsequent reclassification into profit/(loss): Cash Flow hedge	-	-	-	-	-1,949	-	-1,949
<b>Total comprehensive income for the period</b>	-	-	-	-	-1,949	-16,905	-18,854
<b>Transactions with owners posted directly into equity</b> Increases from the company merger	-	-	-	-	-	-496	-496
<b>Total transactions during the year</b>	-	-	-	-	-	-496	-496
<b>Balance as at 31 October 2021</b>	46,950	30,430	7,018	180	-1,499	5,656	88,735

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.

## Tatry mountain resorts, a.s.

## Separate Cash Flow Statement

<i>in TEUR</i>	1.11.2021 - 30.4.2022	1.11.2020 - 30.4.2021
<b>OPERATING ACTIVITIES</b>		
Profit	733	-22,795
Adjustments related to:		
Profit from the sale of land, buildings and equipment and intangible assets	-3,374	-63
Depreciation and amortization	6,706	7,604
Depreciation of right-of-use of leased assets	1,829	1,753
(Profit)/ loss from financial operations	372	-632
Net interest expense / (income)	5,548	5,038
Change in provisions	-19	-10
Income tax	-77	192
Change in trade receivables, other receivables and other assets	-273	2,715
Variation in inventory	440	985
Change in trade liabilities and other liabilities	681	-1,341
Cash flow from operating activity before income tax	<b>12,565</b>	<b>-6,553</b>
Income tax paid	-	-3
Cash flow from operating activities	<b>12,565</b>	<b>-6,556</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of land, buildings and equipment and intangible assets	-5,773	-3,127
Proceeds from sale of property, plant and equipment and intangible assets	4,949	1,111
Cost of acquisition of subsidiaries	-8	-2,925
Company merger	-	105
Loans provided	-27,763	-3,950
Repayment of loans provided	3,205	1,150
Interest receivable	22	-
Cash flow from investing activities	<b>-25,370</b>	<b>-7,636</b>
<b>FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	-2,308	-1,357
Repayment of received loans and borrowings	-4,959	-2,966
Loans and borrowings received	27,007	28,862
Bonds issued, netto	-	110,038
Repayment of bonds	-	-110,133
Interest paid	-11,433	-9,492
Cash flow from financing activities	<b>8,307</b>	<b>14,952</b>
Net increase/ (decrease) of cash and cash equivalents	-4,498	759
Cash and cash equivalents at the beginning of the year	10,194	4,370
<b>Cash and cash equivalents at the end of the year</b>	<b>5,696</b>	<b>5,129</b>

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.



**Tatry mountain resorts, a.s.**

**Selected Notes to the Condensed Interim Separate Financial Statements**

**1. Investments**

In the period from 1 November 2021 to 30 April 2022, the Group continued the construction of the “Biela Pút- Priehyba” cableway, invested in the improvement of the snowmaking system in the Jasna resort and invested in the reconstruction of chalets in the area “Záhradky”.

**2. Investments in subsidiaries, associates and a joint ventures**

For the financial year from 1 November 2021 to 30 April 2022, the Company has not acquired any new investments in subsidiaries, joint ventures and associates.

**3. Subsequent events**

On 22 June 2022, for the purpose of providing services within the TMR Group, International TMR services s.r.o. was founded with a registered capital of CZK 200 thousand, of which the Company became a 100% owner.

On 1 July 2022, the Company acquired a 100% stake in the European company GOPASS SE in total amount of CZK 2,924 thousand, which will be used for the purpose of expansion on the European market.

In the opinion of the Company’s management, there is corresponding support of the assertion that the Company will have sufficient resources to continue in its operations for at least 12 months from the date of the interim financial statements. The Company’s management has concluded that the range of possible outcomes under consideration does not cause significant uncertainties related to events or conditions that could cast serious doubt on the Company’s ability to continue as a going concern.

			
Igor Rattaj <i>Chairman of the Board of Directors</i>	Jozef Hodek <i>Member Board of Directors</i>	Marian Klas <i>Financial Director</i>	Marián Vojtko <i>Person in charge of accounting</i>



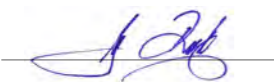




## STATEMENT OF THE BOARD OF DIRECTORS

The Condensed interim consolidated and separate financial statements were prepared in accordance with relevant regulations, and they provide a true and accurate description of assets, liabilities, financial situation, and comprehensive income of the TMR Company and its subsidiaries included in the consolidation. The Half-Year Report has not been audited. The Interim Report includes a true performance review of the Group.

Demänovská Dolina, July 29, 2022



Igor Rattaj  
Chairman of the Board of Directors



Jozef Hodek  
Member of the Board of Directors

